



State of Utah

Department of Natural Resources

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA
Division Director

JON M. HUNTSMAN, JR.
Governor

GARY R. HERBERT
Lieutenant Governor

December 30, 2005

Steve Young
1669 South 580 East
American Fork, Utah 84003

Subject: Complete Notice of Intention to Commence Small Mining Activities,
Black Desert Mining LLC, Black Desert Mine, S/023/088, Juab County,
Utah

Dear Mr. Young:

The Division received your Notice of Intent (notice) and initial permit fee payment on December 21, 2005, concerning your proposed Black Desert small mine, located in NE1/4 of the NW1/4 of Section 15, T14S, R11W, SLBM, Juab County, Utah, to disturb approximately 5 acres.

The Division finds your Notice complete with the following conditions:

1. Reclamation Surety: You may not commence mining operations until the Division has approved your reclamation surety and signed a reclamation contract. The reclamation surety is determined to be \$18,400 for the 5 acre project (\$5,200 for the first acre and \$3,300 for subsequent acres). Your bond will be reviewed periodically to ensure it remains adequate. No mining related disturbance can be created until the surety is received and approved, and you have received written acceptance from this office as well as from the BLM.
2. Cultural resources. If, during your operations, you encounter cultural resources, you are required to immediately cease operations and notify the Division and the Division of State History. The Division was notified by State History that no cultural resources surveys have been completed in this area and there is potential of affecting these resources. The Division recommends you complete a cultural resources survey prior to beginning operations.

The reclamation bond can be submitted in one of several forms, including cash, an irrevocable letter of credit, a certificate of deposit, and a surety bond. When you determine which form of surety you will post, please contact Beth Ericksen at (801) 538-5318 or e-mail bethericksen@utah.gov to obtain the current forms, or you

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may obtain them on the internet at www.ogm.utah.gov. Before signing the documents, please fax a "draft" copy to Beth at (801) 359-3940 so she can review them for completeness and accuracy. We will then inform you if corrections need to be made or if the documents can be finalized and submitted.

Thank you for your cooperation to help finalize this permitting action. In reply, please refer to file number S/023/088.

Sincerely,

A handwritten signature in black ink, appearing to read 'Susan M. White', written in a cursive style.

For Susan M. White
Mining Program Coordinator
Minerals Regulatory Program

SMW:tm:pb

cc: BLM, Fillmore

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